

**Explanatory Note**  
**to Revised Draft Regulation on the General Meeting of Shareholders**  
**of PJSC LSR Group**  
**Proposed for the Meeting of Shareholders of PJSC LSR Group of 6/9/2017**

Amendments to the effective Regulation on the General Meeting of Shareholders approved by the Meeting of Shareholders on 4/7/2015 (hereinafter referred to as the “Regulation”) are mainly based on the need to bring the Regulation in accordance with the amended legislation.

The following major amendments and supplements to the Regulation are introduced:

1. The following additional rights of shareholders not included in the register of Company shareholders are recognized:
  - to introduce items to the agenda of the General Meeting of Shareholders and motions for the nomination of candidates by giving appropriate orders (instructions) to a person who registers their rights to shares;
  - to claim the call of the Extraordinary General Meeting of Shareholders by giving appropriate orders (instructions) to a person who registers their rights to shares.Such orders (instructions) are given in accordance with the legislation of the Russian Federation on securities.
2. Possibility to use information and communication technologies ensuring remote participation in the General Meeting of Shareholders, discuss items of the agenda and make decisions on issues put to the vote without attending the General Meeting of Shareholders is recognized.
3. Possibility for shareholders to fill in electronic voting papers during the General Meeting of Company Shareholders on the website specified in the notification of the General Meeting of Company Shareholders is recognized.
4. The following information is brought in accordance with the amended legislation:
  - dates as of which the persons who have the right to participate in General Meetings of Shareholders are specified (fixed);
  - dates of Extraordinary Meetings of Shareholders;
5. List of information (materials) to be provided to the persons entitled to attend the General Meeting when preparing for the General Meeting is specified.